

JANUARY 21, 1980

THE DIRECTOR OF THE DIVISION OF STATE LANDS TOOK FORMAL ACTION ON JANUARY 21, 1980 AT 10:00 A.M. IN THE STATE LAND OFFICE, ROOM 411, EMPIRE BUILDING, 231 EAST 400 SOUTH, SALT LAKE CITY, UTAH 84111, ON THE BELOW LISTED MINERAL AND SURFACE BUSINESS MATTERS AS INDICATED.

MINERAL LEASE APPLICATIONS

OIL, GAS AND HYDROCARBON LEASE APPLICATIONS - APPROVED *gB*

Upon recommendation of Mr. Blake, the Director approved the Oil, Gas and Hydrocarbon lease applications listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. The applications have been checked by the Mineral Division and found to be in order. The land status has been examined and the lands found to be open and available.

Mineral Lease Appl. No. 37495 Royal Dawn, Inc. 269 East 9800 South Sandy, UT 84070	T20S, R25E, SLM Section 2: All DUE: \$16.00	Grand 655.92 acres
Mineral Lease Appl. No. 37496 Sonja V. McCormick Annex 303 Kearns Building Salt Lake City, UT 84101	T28S, R17W, SLM Section 1: Lot 7, SE $\frac{1}{4}$ SE $\frac{1}{4}$	Beaver 37.83 acres
Mineral Lease Appl. No. 37497 Sonja V. McCormick Annex 303 Kearns Building Salt Lake City, UT 84101	T31S, R16W, SLM Section 3: Lot 4	Iron 22.51 acres
Mineral Lease Appl. No. 37505 Standard Energy Corporation P.O. Box 27156 Salt Lake City, UT 84125	T24S, R10E, SLM Section 32: All	Emery 640.00 acres

OIL, GAS & HYDROCARBON MINERAL LEASE APPLICATION - REJECTED *gB*

Upon recommendation of Mr. Blake, the Director rejected the Oil, Gas and Hydrocarbon lease application listed below and ordered the refund of the advance rental to the applicant. The filing fee is forfeited to the State.

Mineral Lease Appl. No. 37506 Howard C. Price, Jr. 1133 Harvard Salt Lake City, UT 84105	T14S, R16E, SLM Section 15: SE $\frac{1}{4}$ Section 14: S $\frac{1}{2}$ Section 13: NW $\frac{1}{4}$ SW $\frac{1}{4}$, E $\frac{1}{2}$ NW $\frac{1}{4}$ Section 22: SE $\frac{1}{4}$ NE $\frac{1}{4}$	Carbon 640.00 acres
Rejected - Oil and Gas reserved to the U.S. REFUND: \$640.00		

METALLIFEROUS MINERAL LEASE APPLICATIONS - APPROVED *gB*

Upon recommendation of Mr. Blake, the Director approved the Metalliferous Minerals lease applications listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. The applications have been checked by the Mineral Division and found to be in order. The land status has been examined and the lands found to be open and available.

Mineral Lease Appl. No. 37498 WXW Partners 4780 Bon Air Street Salt Lake City, UT 84117	T27S, R13W, SLM Section 2: Lots 1,2,7,8,9, SE $\frac{1}{4}$ NE $\frac{1}{4}$	Beaver 145.58 acres
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METALLIFEROUS MINERALS LEASE - APPLICATIONS - APPROVED CONTINUED *gB*

Upon recommendation of Mr. Blake, the Director approved the Metalliferous Minerals lease applications listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. The applications have been checked by the Mineral Division and found to be in order. The land status has been examined and the lands found to be open and available.

Mineral Lease Appl. No. 37499 Energy Reserves Group, Inc. 1536 Cole Blvd. #140 Golden, CO 80401	<u>T8S, R18E, SLM</u> Section 36: All	Uintah 640.00 acres
Mineral Lease Appl. No. 37500 Energy Reserves Group, Inc. 1536 Cole Blvd. #140 Golden, CO 80401	<u>T9S, R15E, SLM</u> Section 36: All	Uintah 640.00 acres
Mineral Lease Appl. No. 37501 Energy Reserves Group, Inc. 1536 Cole Blvd. #140 Golden, CO 80401	<u>T9S, R16E, SLM</u> Section 32: All Section 36: All	Uintah 1280.00 acres
Mineral Lease Appl. No. 37502 Energy Reserves Group, Inc. 1536 Cole Blvd. #140 Golden, CO 80401	<u>T9S, R17E, SLM</u> Section 32: All Section 36: All	Uintah 1280.00 acres
Mineral Lease Appl. No. 37503 Energy Reserves Group, Inc. 1536 Cole Blvd. #140 Golden, CO 80401	<u>T9S, R18E, SLM</u> Section 32: All Section 36: All	Uintah 1280.00 acres
Mineral Lease Appl. No. 37504 Energy Reserves Group, Inc. 1536 Cole Blvd. #140 Golden, CO 80401	<u>T9S, R19E, SLM</u> Section 16: All	Uintah 640.00 acres
Mineral Lease Appl. No. 37507 Brent Exploration, Inc. 717 Seventeenth St, Suite 2060 Denver, CO 80202	<u>T7S, R18W, SLM</u> Section 2: Lots 1 thru 12, S $\frac{1}{2}$ NW $\frac{1}{4}$ REFUND: \$30.00	Tooele 352.03 acres
Mineral Lease Appl. No. 37508 Brent Explorations, Inc. 717 Seventeenth St, Suite 2060 Denver, CO 80202	<u>T8S, R18W, SLM</u> Section 2: Lots 1 thru 10, S $\frac{1}{2}$ NW $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$, SW $\frac{1}{4}$	Tooele 532.78 acres
Mineral Lease Appl. No. 37509 Brent Explorations, Inc. 717 Seventeenth St, Suite 2060 Denver, CO 80202	<u>T5S, R3W, SLM</u> Section 32: Lots 1 thru 16,	Tooele 174.60 acres
Mineral Lease Appl. No. 37510 Brent Explorations, Inc. 717 Seventeenth St, Suite 2060 Denver, CO 80202	<u>T6S, R3W, SLM</u> Section 16: Lots 1 thru 13, SE $\frac{1}{4}$ NE $\frac{1}{4}$, N $\frac{1}{2}$ SE $\frac{1}{4}$ REFUND: \$84.00	Utah 417.94 acres
Mineral Lease Appl. No. 37511 Brent Explorations, Inc. 717 Seventeenth St, Suite 2060 Denver, CO 80202	<u>T5S, R3W, SLM</u> Section 2: All \$24.00 DUE	Utah 663.88 acres

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RECLAMATION BOND - GILSONITE *JB*

.....ML 34061

Tarmac, Inc., previously filed a reclamation bond in the form of CD #04244, Tracy Collins Bank, \$5,000.00, to cover its operations on ML 32651. The company now requests that this bond also be applied to ML 34061 as they now are preparing to commence work on this lease.
(Note: ML 34061 exhibits significant disturbances from old mining activity for which Tarmac should not be held responsible.)

Upon recommendation of Mr. Blake, the Director approved this request that CD #04244 be held as bond for both ML 32651 and ML 34061.

SUPPLEMENTAL AGREEMENT FOR SPECIAL USE LEASE - (DACA 05-5-76-45) *Kull*

.....SULA NO. 357

The Department of the Army through its Corps of Engineers currently has leased three 10 acre sites on State land, which are used for part of their tracking system referred to as (High Accuracy Multiple Object Tracting System).

This lease was initially issued for two sites each containing approximately 10 acres. In February of 1979, the State Land Board approved an additional site making a total of 3 and the fee was increased to \$600.00 per year to all three sites. This supplemental agreement requests that one of the three sites (No. 35) be deleted from the lease. The rental consideration will be changed to \$400.00 per year. Upon recommendation of Mr. Higgins, the Director approved this deletion..

GRAZING LEASE AMENDMENT *Kull*

.....GL 21218

This grazing lease is currently leased to Dean Wintch, P.O. Box 28, Tropic, Utah 84776 and contains 3,198.12 acres. It is the Staff's recommendation that the following acreage be added to the existing lease:

Township 40 South, Range 3 East, Salt Lake Base & Meridian
Section 2, 16, 32: Kane County

The lease should be amended to contain 5,118.16 acres @ 6¢ totaling \$307.09. Upon recommendation of Mr. Higgins, the Director approved this amendment.

RELEASE OF COLLATERAL ASSIGNMENTS *Kull*

.....GL 19868, GL 19869, GL 20170, GL 20786.

The Division of State Lands has received correspondence from Equitable Life Assurance Society of the United States requesting a release of Collateral Assignments on the above four grazing leases. Upon recommendation of Mr. Higgins, the Director approved the release of these collateral assignments.

ADJUSTMENT OF GRAZING LEASE FEE *Kull*

.....GL 16744

The rental for this grazing lease was increased this year to \$19.23. The payment for this lease should be \$15.00 for the 80 acres. The \$4.23 should be credited to next year's account. Upon recommendation of Mr. Higgins, the Director approved this adjustment of rental.

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ADDENDUM TO SPECIAL USE LEASE AGREEMENT

MMW

.....SULA 299 - Helper Gun Club

On May 1, 1973, Helper Gun Club acquired this SULA for a period of 20 years on the following State land in Carbon County:

..Township 13 South, Range 9 East, Sec 24, S $\frac{1}{2}$ NW $\frac{1}{4}$, 80.00 acres m/l, SLM.

On November 29, 1979, the Helper Gun Club submitted an Addendum to SULA NO. 299, whereby they agreed to delte .44 acres, m/l, which is to bve used as a water pipeline right of way:

....Situatd within the S $\frac{1}{2}$ NW $\frac{1}{4}$ of Sec 24, T13S, R9E, SLM: Parcel of the Grantor's land lying within a strip 20 feet wide, said strip extending 10 feet on each side of and laying parallel and adjacent to a line of reference and projections thereof, described as:

Beginning at a point lying on the east line of the Helper reservoir site, said point also lies S 2003.2 feet and E 440.2 feet from the NW corner of Sec 24, T13S, R9E, SLM;; th N. 59° 52' 54" E, 229.3 feet; th N 75° 18' 32" E., 137.0 feet; th N 12° 28' 44" E, 210.2 feet; th N 28° 03' 16" E, 374.00 feet, m/l, to the South line of the Denver & Rio Grande Right of Way, said point also lies S 1332 feet and E 1.005 feet m/l, from the said NW cor of Sec 24.

The above described strip of land contains 0.44± acres, more or less, the landowner and respective acreage is :

State950.5 l.f.±, 0.44 acres, more or less.

Upon recommendation of Mr. Wall, the Director approved this Addendum to SULA No. 299

ADJUSTMENT OF GRAZING LEASE FEES

JBW

.....GL 21235, GL 21215

Chad Moore, c/o Moore Land & Livestock Co., Box 103, Green River, Utah 84525 has informed the Division of State Lands that as part of his allotment management, the Bureau of Land Management has reduced his grazing permit by 50%, which includes the exchange of use authorized on the State land. He, therefore, requests that his 1980 grazing fees on the above grazing leases be reduced by 50%. Upon recommendation of Mr. Wilcox, the Director approved this adjustment of rental.

DEFERMENT OF GRAZING LEASE FEES

JBW

.....GL 17075, GL 20295, GL 20633, GL 20868

Jay Hunt, Box 32, Enterprise, Utah has requested that the grazing fees on the above grazing leases be deferred for the years 1980 and 1981. The deferment is in consideration of the improvements Mr. Hunt has made on State lands at this own expense. Upon recommendation of Mr. Wilcox, the Director approved this deferment of grazing fees.

GRAZING LEASE ASSIGNMENTS

JBW

.....GL 20870, GL 20108

L.E. Thoederson has submitted assignments of these grazing leases to Merrill Fillmore, Box 14, Cleveland, UT 84518. Upon recommendation of Mr. Wilcox, the Director approved these assignments.

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GRAZING LEASE NON-USE *JBW*

.....GL 20527

On December 3, 1979, approval was given to Lisle Adams of Monticello, Utah to improve State land in San Juan County:

.....Township 37 South, Range 20 East, Section 32, 640.00 acres

This State section should be put into non-use for two years starting 1981. Upon recommendation of Mr. Wilcox, the Director approved this non-use.

RANGE IMPROVEMENT PROJECT AND PARTICIPATING FUNDS- DEFERMENT OF LEASE FEE *JBW*

.....GL 20527

Lisle G. Adams of Monticello, Utah has requested permission to improve some of the rangelands leased by him under Grazing Lease No. 20527:

.....Township 40 South, Range 18 East, Sec 32: All, San Juan County

The Division of State Lands is participating in this project in the amount of \$2,000.00, of which 60% or \$1,200.00 will be amortized over a period of 10 years in payments of \$120.00 per year, beginning in 1981. This project along with the project approved December 3, 1979, will put a total of 1,280 acres of this lease in non-use for two years, starting January 1, 1981. No work will commence on this project prior to February 15, 1980.

As this lease will expire in 1984, it will need to be cancelled at the end of 1980 and then written up for a fifteen year period. The first two years of the new lease, this section, 640.00 acres, will be in non-use and no fee will be charged for this particular section; however, the amortization fee will need to be billed.

Upon recommendation of Mr. Wilcox, the Director approved this project and renewal.

RIGHT OF WAYS

RIGHT OF ENTRY - APPROVED *JBW*

R/W No 1875 AARMA Geophysical Company, c/o Jim Shemwell, P.O. Box 1149, Monticello, Utah 84535 submitted a request for a permit to conduct a shot-hole seismic survey on State land in Grand County:

.....Township 25 South, Range 20 East, Sec 16, SLM

The fee for this Right of Entry is \$260.00, plus \$20.00 application fee, total of \$280.00. Upon recommendation of Mr. Wilcox, the Director approved this Right of Entry with an expiration date of April 30, 1980.

RIGHT OF ENTRY- APPROVED *JBW*

R/W No. 1876 ARMA Geophysical Company, c/o Jim Shemwell, P.O. Box 1149, Monticello, Utah 84535, submitted a request for a permit to conduct a shot-hole seismic survey on State land in San Juan County:

.....Township 38 South, Range 25 East, Sec 36, SLM.

The charge for this Right of Entry will be \$240.00, plus \$20.00 application fee, total of \$260.00. School fund. Upon recommendation of Mr. Wilcox, the Director approved this Right of Entry with an expiration date of April 30, 1980.

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RIGHT OF WAY AMENDMENT *PBW*

R/W No. 1872 The Water RESources Division of the Geological Survey, United States Department of the Interior, Room 1016, Administration Bldg., 1745 West 1700 South, Salt Lake City, Utah 84104, holds this Right of Way. Besides the sections approved on January 7, 1980, it should include:

.....Township 19 South, Range 12 East, Sec 30: NE $\frac{1}{4}$ NE $\frac{1}{4}$ NW $\frac{1}{4}$, Emery County

They also desire to drill a test hole besides checking the abandoned oil wells. Upon recommendation of Mr. Wilcox, the Director approved this amendment.

GRAZING LEASE CANCELLATIONS *PBW*

.....GL 19420, GL 20529

Bruce Barton and Lee Barton of Manti, Utah have requested these grazing leases be terminated.

GRAZING LEASE DELETIONS *PBW*

.....GL 20646

Bruce Barton and Lee Barton of Manti, Utah have requested the deletion of the following State lands from this grazing lease:

T16S, R13E, Sec 36: Lots 1-3,5-9, 12,15,16
T16S, R4E, Sec 30: Lot 9
T18S, R5W, Sec 6: Lots 5,7, SE $\frac{1}{4}$ SW $\frac{1}{4}$
Sec 7: SW $\frac{1}{4}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ SE $\frac{1}{4}$, W $\frac{1}{2}$ SE $\frac{1}{4}$, E $\frac{1}{2}$ W $\frac{1}{2}$, Lots 1-4
Sec 17: S $\frac{1}{2}$ NW $\frac{1}{4}$, W $\frac{1}{2}$ SE $\frac{1}{4}$, SW $\frac{1}{4}$
Sec 19: N $\frac{1}{2}$ NE $\frac{1}{4}$, E $\frac{1}{2}$ NW $\frac{1}{4}$, S $\frac{1}{2}$ SE $\frac{1}{4}$, Lots 1,2,
Sec 21: SW $\frac{1}{4}$ NW $\frac{1}{4}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$, W $\frac{1}{2}$ SW $\frac{1}{4}$
Sec 28: NW $\frac{1}{4}$ NW $\frac{1}{4}$, NE $\frac{1}{4}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SW $\frac{1}{4}$
Sec 30: Lots 1,2, E $\frac{1}{2}$ W $\frac{1}{2}$, E $\frac{1}{2}$
Sec 31: Lots 3,4, N $\frac{1}{2}$ SE $\frac{1}{4}$, E $\frac{1}{2}$ NW $\frac{1}{4}$, NE $\frac{1}{4}$
Sec 33: W $\frac{1}{2}$ NW $\frac{1}{4}$; Secs 18, 20, 29, 32: All, 6949.09 acres

Reservoirs: 4998.56; and School: 1950.53 Total: 6,949.09 acres

There will be 1408.62 acres, School fund, remaining in the lease.

Upon recommendation of Mr. Wilcox, the Director approved this deletion.

.....GL 16646, La 19084

Bruce Barton and Lee Barton of Manti, Utah, have requested the deletion of the following State land from this grazing lease

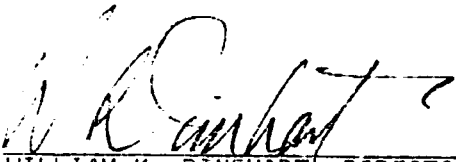
T24S, R12W, Secs 16, 32: All;
T25S, R12W, Sec 32: NW $\frac{1}{4}$, 1320 acres

There will be 5,613.11 acres remaining in the lease

Upon recommendation of Mr. Wilcox, the Director approved this deletion.

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<u>INTEREST RATES</u>	<u>CURRENT WEEK</u>	<u>YEAR AGO</u>
Prime Rate	15%	8.75%
Federal Funds	11.50%	7.49%
Discount Rate	12.25%	7.00%



WILLIAM K. DINEHART, DIRECTOR
DIVISION OF STATE LANDS



VERNA A. PETERSEN, RECORDS SUPERVISOR

ARCHIVES APPROVAL NO. 7900209